

## 37 Am. Jur. 2d Fraud and Deceit § 189

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### Fraud and Deceit

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### IV. False Representations

#### G. Representations and Statements as to Particular Matters

#### 4. Credit, Solvency, and Financial Standing

### § 189. Representations as to third person's financial status—Use of particular terms

[Topic Summary](#) | [Correlation Table](#) | [References](#)

#### West's Key Number Digest

West's Key Number Digest, [Fraud](#)  27, 28

#### A.L.R. Library

[Misrepresentations as to financial condition or credit of third person as actionable by one extending credit in reliance thereon, 32 A.L.R.2d 184](#)

Just what may be said to have been fairly indicated by the use of such general terms as "good," "responsible," or "solvent," with reference to the financial condition or credit of another, has been variously interpreted by the courts.<sup>1</sup> A statement that a person is solvent is held to be a representation of fact,<sup>2</sup> and a representation that a third person is "good" for credit has been held to be factual and actionable.<sup>3</sup>

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#### Footnotes

<sup>1</sup> [Farmers' Sav. Bank of Morrison v. Jameson](#), 175 Iowa 676, 157 N.W. 460 (1916).

<sup>2</sup> [Simons v. Cissna](#), 52 Wash. 115, 100 P. 200 (1909).

<sup>3</sup> [Redfern v. Cornell](#), 6 A.D. 436, 39 N.Y.S. 656 (1st Dep't 1896).

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